

**SANTA BARBARA COUNTY
EMPLOYEES' RETIREMENT SYSTEM**

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Gary A. Amelio
Chief Executive Officer



BOARD OF RETIREMENT

Chair-Ward Rafferty
Vice Chair-Harry Hagen
Secretary-Steve Robel
Zandra Cholmondeley
Jennifer Christensen
R. Guy Kraines
Mark A. Paul
AI Rotella
Janet Wolf
John McMillin
Frederick Tan

AGENDA OF THE BOARD OF RETIREMENT

June 26, 2013

**Hart Auditorium at CenCal Health
4050 Calle Real
Santa Barbara, California**

The Santa Barbara County Employees' Retirement System is committed to:

- *fulfilling its fiduciary responsibility by providing the highest quality of service to all members and plan sponsors; and*
 - *protecting promised benefits through prudent investing; and*
 - *ensuring reasonable expenses of administration.*

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in the meeting, or if translation assistance is requested, please contact the Clerk of the Board of Retirement at 805-568-2915.

Persons desiring to speak on any matter must complete and deliver to the Clerk the form available at the conference room entrance. Matters not listed on the agenda may be addressed at the public comment period.

Roll Call at **9:00 a.m.**

Pledge of Allegiance led by Chair

PUBLIC COMMENT

Receive public comment

MINUTES

1. Approve Minutes of May 22, 2013 regular Board meeting.

CONSENT

C-1. Adopt Retirement Report.

	<u>Name</u>	<u>Department</u>	<u>Service Credit</u>	<u>Sick Leave Credit</u>	<u>ARC</u>
	Bernice Allen	Sheriff	19.63840	0.00873	
	Dennis Avila	Sheriff	26.75376	0.85956	
	Dolores Flint	Probation	30.24662	0.44776	
R Dis	Clyde George	Sheriff	22.50574	0.67726	
D R	Steven Goetz	Public Works	6.56961	0.20969	
	Venice Honick	DRO	3.69815	0.00000	
R	Thomas Johnson	ADMHS	11.91044	0.45280	
	Randall Kempf	Sheriff	21.04467	0.73179	
D R	Jeffrey Knowles	Public Works	2.29579	0.03416	
D	Cynthia Lapham	Probation	5.55061	0.00032	
D R	David Simonton	Probation	9.21180	0.22776	

D=Deferred
R=Reciprocal
Dis=Disability

INVESTMENTS

2. **International Equity Review**—Meketa
Presentation by Brad Regier and Ed Omata of Meketa Investment Group of the International Equity Review Report.

DISCUSSION AND ACTION

RECOMMENDATION: The Board accept the review presented by Meketa Investment Group, approve Meketa’s recommendation regarding the retention or termination of international equity managers, approve any recommendation to transfer international equity assets to the SSgA MSCI World (ex-US) Index Fund, and approve Meketa’s recommendation to initiate a search, to hire new international equity managers to complement the Fund’s existing investments.

3. **International Equity Guidelines Report**—Meketa
Presentation by Brad Regier and Ed Omata of Meketa Investment Group of the International Equity Guidelines Report.

DISCUSSION AND ACTION

RECOMMENDATION: The Board accept the report presented by Meketa Investment Group and approve Meketa and Staff's implementing the new guidelines with the Fund's international equity managers.

4. **High Yield Manager Search**—Meketa
Presentation by Brad Regier [Tim Atkinson from Meketa's Boston office available by telephone if needed] of Meketa Investment Group of the search for a High Yield manager.

DISCUSSION AND ACTION

RECOMMENDATION: The Board accept the report presented by Meketa Investment Group and authorize the appointment of DDJ Capital Management to serve as a High Yield manager for the Fund, and allocate approximately \$40 million to such manager.

5. **Transition Manager Panel Update**—Meketa
Presentation by Brad Regier of Meketa Investment Group of the Transition Manager Panel Update.

DISCUSSION AND ACTION

RECOMMENDATION: The Board accept the update report presented by Meketa Investment Group and approve the recommendations to remove Credit Suisse and JP Morgan from the approved Transition Manager Panel list, and add Russell Investments to such Panel. BNY Mellon, State Street and BlackRock remain on the Panel.

6. **Monthly Investment Report**—Meketa
Presentation by Brad Regier and Ed Omata of Meketa Investment Group on the fund transactions during the month and monthly Portfolio status of the fund.

DISCUSSION

RECOMMENDATION: The Board accept the report presented by Meketa Investment Group.

BOARD

7. **Final Approval of 2013-14 Budget**—Staff
Presentation of the proposed SBCERS budget for Fiscal Year 2013-14 by Gary A. Amelio, CEO and Rico Pardo to the Board for approval.

DISCUSSION AND ACTION

RECOMMENDATION: The Board accept the second and final presentation for the Fiscal Year 2013-14 Budget, approve the Budget and adopt the authorizing resolutions.

CHIEF EXECUTIVE OFFICER

8. A. Receive and file the Chief Executive Officer's department operations report.
B. Authorize the attendance of interested trustees at upcoming training events as requested.
9. Receive the proposed three-month Board Agenda preview and make adjustments as the Board deems necessary.

CLOSED SESSION

Closed Sessions are not open to the public.

PUBLIC EMPLOYMENT – PERFORMANCE EVALUATION CEO
Pursuant to Government Code Section 54957(b).

Next regular meeting date is July 24, 2013